

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE PURCHASED GAS ADJUSTMENT)	
FILING OF VALLEY GAS COMPANY)	CASE NO. 92-407-D

O R D E R

IT IS ORDERED that Valley Gas Company ("Valley") shall file an original and 10 copies of the following information with this Commission within 10 days of this Order. When a response requires multiple pages, each page should be appropriately indexed, for example, Item 1(a), Sheet 2 of 4. Careful attention should be given to copied material to ensure that it is legible.

1. Could the gas that Valley is purchasing from, or through, K & K Enterprises ("K & K") be purchased directly from CMS? If so, why is K & K involved in the transaction?
2. How long has Valley been purchasing its gas through K & K?
3. For every month that Valley has purchased gas through K & K, show the amount paid to K & K. Show the effect on the actual adjustment calculations if these amounts were not included for recovery as gas cost.

Done at Frankfort, Kentucky, this 1st day of April, 1997.

PUBLIC SERVICE COMMISSION

ATTEST:


Executive Director


For the Commission